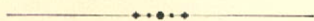


The Bell Telephone Company of Canada.

1898.



The Directors beg to submit their Nineteenth Annual Report.

1,637 subscribers have been added during the year, the total number of sets of instruments now earning rental being 32,082.

The Company now owns and operates 343 Exchanges and 340 Agencies.

666 miles of wire have been added to the Long Distance System in 1898; of these 326 miles are in the Ontario Department, and 340 miles are in the Eastern Department.

The Long Distance Lines now owned and operated by the Company comprise 17,233 miles of wire on 6,096 miles of poles.

In July, your Directors, acting under the power conferred upon them, offered to the shareholders, at par, 7,920 shares of new stock, in the proportion of one share of new for each four of old, all of which, with the exception of 160 shares, were promptly subscribed for. The 160 shares referred to, consisted principally of fractions of shares and of certain shares for which the parties had unintentionally omitted to subscribe. It being the wish of your Directors that all shareholders should share equally in any advantage to be derived from the new issue, it was decided to sell those 160 shares and divide the premium *pro rata* among those for whose benefit they were sold. This was done, and with satisfactory results.

The new building in Quebec is practically completed, and the new apparatus is now being installed. The new building at London is progressing favorably, and will be occupied early in the coming summer.

All of which is respectfully submitted.

ROBERT MACKAY,
Vice-President.

CHAS. F. SISE,
President.

MONTREAL, February 23rd, 1899.

REVENUE ACCOUNT, 31st DECEMBER, 1898.

RECEIPTS.

Exchanges.....	\$ 935,703 52
Long Distance Lines.....	254,455 49
Private Lines.....	12,743 32
Miscellaneous.....	90,041 71

\$1,302,944 04

EXPENSES.

Operating.....	\$ 897,138 73
Legal.....	9,582 22
Insurance.....	13,740 20
Bond Interest.....	47,042 16
Miscellaneous.....	4,288 99
	<u>\$ 971,792 30</u>

Net Revenue for 1898.....	\$ 331,151 74
Less Dividends (inc. Jan, 14th, 1899).....	263,779 93

Balance Revenue from 1897.....	\$ 67,371 81
	<u>82,364 17</u>

Carried forward to 1899.....	<u>\$ 149,735 98</u>
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BALANCE SHEET, 31st DECEMBER, 1898.

Stock Account.....	\$3,556,000 00
Bond Account.....	941,000 00
Contingent Fund.....	800,000 00
Revenue Account.....	149,735 98
Unearned Rental Reserve.....	173,136 16
Insurance Reserve.....	71,414 71
Accident Reserve.....	17,603 76
Bond Interest Reserve.....	11,762 50
Sundry Creditors.....	132,131 60
Bond Premium.....	6,750 00

\$5,859,534 71

Plant and Patents, 31st December, 1897.....	\$4,395,548 88
Do. added in 1898.....	180,727 47

Plant and Patents, 31st December, 1898.....	\$4,576,276 35
Stores on hand.....	240,469 24
Real Estate.....	692,084 87
Stock in other Companies.....	257,731 50
Sundry Debtors.....	29,855 55
Due from Agencies.....	61,239 51
Cash.....	1,877 69

\$5,859,534 71

Audited and verified,
P. S. ROSS & SONS,
Chartered Accountants.

CHARLES P. SCLATER,
Secretary-Treasurer.

